

## **MINUTES**

**BOARD OF DIRECTORS  
SCOTTSDALE PRESERVE AUTHORITY  
Scottsdale Marriott Suites Old Town  
7325 East Third Avenue  
Scottsdale, Arizona**

**January 17, 2012**

**Present:** Bill Schrader, President  
Larry Aungst, Director  
Jim Jenkins, Vice President  
Fredda Bisman, Treasurer

**Absent:** Kenneth Harder, Secretary

**Staff:** David Smith, City Treasurer  
Lee Guillory, Finance Manager

**Guests:** Bill Davis, Piper Jaffray  
Scott Ruby, Gust Rosenfeld

**1. Call to Order and Roll Call**

President Schrader called the regular meeting of the Scottsdale Preserve Authority to order at 8:38 a.m. A formal roll call confirmed the members present as stated above.

**2. Old Business:**

**a. Approval of Minutes of the October 6, 2011 Board meeting**

**BOARD MEMBER JENKINS MOVED TO APPROVE THE OCTOBER 6, 2011 SCOTTSDALE PRESERVE AUTHORITY MEETING MINUTES. BOARD MEMBER AUNGST SECONDED THE MOTION, WHICH CARRIED BY A VOTE OF FOUR (4) TO ZERO (0). BOARD MEMBER HARDER WAS ABSENT.**

**3. New Business:**

**a. Review the Audited Financial Statements**

Ms. Guillory announced that they received a clean opinion for the annual report.

Vice President Jenkins asked whether the City had any coverage issues when the Preserve tax revenues fell off. Ms. Guillory replied there were not; the Preserve bonds have a coverage covenant in the bond documents. Their revenue far exceeds the amount of the debt service, so they do not need to fund a reserve.

#### **b. Preserve Acquisition Update**

Referring to a map of the Preserve in the package, Ms. Guillory pointed out the acquisitions made in December 2011. The City spent approximately \$86 million to acquire about 5,000 acres. State Parks will provide a matching grant of \$36 million.

The City hopes to take advantage of Growing Smarter matching funds from the State to purchase some more parcels to the north. The availability of funds will determine how many of the three parcels can be acquired. Everything left to acquire is State Trust land. The three parcels total about 7,000 acres. She noted that once the three parcels have been purchased, all that remains is a parcel at the south end of the Preserve in a mountainous area partially surrounded by Preserve land and some parcels to the northwest. Those parcels could be developed so will be more expensive.

In discussion Ms. Guillory explained that these northwest parcels would provide enhanced connectivity to the Phoenix Preserve (although the power corridor already provides a connection), and to the Tonto National Forest.

#### **c. Board Member Rotation Vote**

Ms. Guillory summarized that according to the traditional rotation for the SPA Board, the 2012 responsibilities would be:

- President, Jim Jenkins
- Vice President, Kenneth Harder
- Treasurer, Larry Aungst
- Secretary, Fredda Bisman
- Director, Bill Schrader

**BOARD MEMBER BISMAN MOVED ACCEPTANCE OF THE ROTATION AS PRESENTED. SECONDED BY BOARD MEMBER AUNGST, THE MOTION CARRIED BY A VOTE OF FOUR (4) TO ZERO (0). BOARD MEMBER HARDER WAS ABSENT.**

#### **4. Public Comment**

None noted.

**5. Adjournment**

With no further business to discuss, being duly moved and seconded, the meeting adjourned at 8:48 a.m.

Respectfully submitted,  
A/V Tronics, Inc. DBA AVTranz

---

Fredda Bisman, Secretary

---

Jim Jenkins, President